

Message Text

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PAGE 01 TAIPEI 03423 100952Z

ACTION EB-07

INFO OCT-01 EA-09 ISO-00 CIAE-00 INR-07 NSAE-00 COME-00

FRB-01 TRSE-00 XMB-04 /029 W

-----101248Z 015998 /53

R 100843Z JUN 77

FM AMEMBASSY TAIPEI

TO SECSTATE WASHDC 3880

INFO AMCONSUL HONG KONG

UNCLAS TAIPEI 3423

E.O. 11652: N/A

TAGS: EFIN, TW

SUBJECT: REDUCTION OF BANK INTEREST RATES

REF : TAIPEI 1826

1. IN A FURTHER MOVE TO STIMULATE THE ROC ECONOMY, THE CENTRAL BANK OF CHINA (CBC) REDUCED DOMESTIC BANK INTEREST RATES BY 0.5 PERCENT EFFECTIVE JUNE 10, 1977. THIS IS THE FOURTH RATE REDUCTION IN LESS THAN ONE YEAR, AND AFFECTS ALL LOAN RATES EXCEPT THOSE FOR EXPORT FINANCING. RATES ON SAVING DEPOSITS WITH COMMERCIAL BANKS ALSO WERE REDUCED. THE FOLLOWING TABLE LISTS ALL REDUCTIONS SINCE OCT. 22, 1976:

PRE-ADJUSTMENT REDUCTIONS EFFECTIVE ON:

RATES 10/22/76 12/15/76 4/1/77 6/10/77

I. ANNUAL RATES OF CBC:

- | | | | | | |
|---|-------|-------|-------|------|------|
| 1. REDISCOUNTS | 10.75 | 10.0 | 9.5 | 8.75 | 8.25 |
| 2. ACCOMMODATIONS AGAINST SECURED LOANS | 12.0 | 11.25 | 10.75 | 10.0 | 9.5 |
| 3. TEMPORARY ACCOMMODATIONS | 14.0 | 13.25 | 12.75 | 12.0 | 11.5 |
| 4. ACCOMMODATIONS AGAINST GOV'T BONDS | 12.0 | 11.25 | 10.75 | 10.0 | 9.5 |
| 5. ACCOMMODATION IN FOREIGN | | | | | |

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CURRENCIES 10.0 9.0 -- 8.5 --

6. EXPORT FINANCING

6.0 -- -- 5.5 --

II. ANNUAL RATES ON COMMERCIAL BANK DEPOSITS:

1. DEMAND DEPOSITS

1.5 1.25 1.0 -- --

2. TIME DEPOSITS:

A. ONE MONTH

7.5 7.0 6.5 5.75 5.25

B. THREE MONTHS

8.5 7.75 7.25 6.5 6.0

C. SIX MONTHS

9.5 8.5 8.0 7.25 6.75

D. NINE MONTHS

10.0 9.25 8.75 8.0 7.5

E. ONE YEAR OR MORE

12.0 11.25 10.75 10.0 9.5

3. SAVINGS DEPOSITS:

A. PASSBOOK 7.0 6.5 6.0 5.25 4.75

B. ONE YEAR OR MORE

12.0 11.25 10.75 10.0 9.5

III. ANNUAL RATES ON COMMERCIAL BANK LOANS:

1. UNSECURED LOANS

MAX. 14.0 13.25 12.75 12.00 11.25

MIN. 13.75 13.00 12.50 11.75 11.5

2. SECURED LOANS

MAX. 13.25 12.50 12.0 11.25 10.75

MIN. 13.00 12.25 11.75 11.00 10.5

3. DISCOUNTS

MAX. 12.0 11.25 10.75 10.00 9.5

MIN. 11.75 11.00 10.50 9.75 9.25

4. EXPORT LOANS

7.0 -- -- 6.50 --

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Message Attributes

Automatic Decaptioning: X
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: INTEREST RATES, BANK DATA
Control Number: n/a
Copy: SINGLE
Sent Date: 10-Jun-1977 12:00:00 am
Decaption Date: 01-Jan-1960 12:00:00 am
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01-Jan-1960 12:00:00 am
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1977TAIPEI03423
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D770207-0894
Format: TEL
From: TAIPEI
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1977/newtext/t19770667/aaaacgvv.tel
Line Count: 97
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: ee69e57e-c288-dd11-92da-001cc4696bcc
Office: ACTION EB
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
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Retention: 0
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Review Content Flags:
Review Date: 09-Nov-2004 12:00:00 am
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
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Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 2188595
Secure: OPEN
Status: NATIVE
Subject: REDUCTION OF BANK INTEREST RATES
TAGS: EFIN, TW
To: STATE
Type: TE
vdkgvwkey: odb://SAS/SAS.dbo.SAS_Docs/ee69e57e-c288-dd11-92da-001cc4696bcc
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